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FISCAL IMPACT STATEMENT

LS 7226

BILL NUMBER: HB 1233

NOTE PREPARED: Mar 30, 2011

BILL AMENDED: Mar 28, 2011

SUBJECT: State Boards and Commissions.

FIRST AUTHOR: Rep. Wolkins

FIRST SPONSOR: Sen. Miller

BILL STATUS: As Passed House

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill has the following provisions:

It transfers the duties of the Home Health Care Services and Hospice Services Council to the Health Facilities Council.

It renames the Indiana Health Facilities Council as the Indiana Health Facilities, Home Health Care, and Hospice Council, and it changes the membership of the council.

It eliminates the Law Enforcement Training Board Advisory Council.

It repeals:

- The Personnel Advisory Board (IC 4-15-1, IC 4-15-2-2.2, and IC 4-15-2.5-2);
- The Motor Vehicle Sales Advisory Board (IC 9-23-1);
- Operation Lifesaver Program (IC 9-27-2-12);
- The Medicaid Work Incentives Council (IC 12-15-42);
- New Harmony Commission (IC 14-20-4);
- Home Health Care Services and Hospice Services Council (IC 16-27-0.5); and
- Mandated Health Benefits Task Force (IC 27-1-3-30).

It also repeals the following entities:

- (1) The Indiana Tobacco Use Prevention and Cessation Advisory Board;
- (2) The Indiana Health Care Account Advisory Board;

- (3) The Indiana Occupational Information Coordinating Committee;
- (4) The White River State Park Development Commission Advisory Councils; and
- (5) The Indiana Organic Peer Review Panel.

It combines the Lake Michigan Marina Development Commission and the Shoreline Development Commission into a new entity called the Lake Michigan Marina and Shoreline Development Commission.

It makes conforming changes.

Effective Date: July 1, 2011.

Explanation of State Expenditures: *Summary-* Cost savings of at most \$36,400 may result from the elimination of these boards, committees, commissions, and councils. Appropriations for salary per diem, travel, and other reimbursement or expenses would revert to state funds or would not be budgeted. Additionally, state officers and agencies may provide assistance to some of these entities, resulting in cost or labor savings to the extent that agency positions devoted to staffing boards, commissions, and committees could be eliminated or reassigned to other functions. Most of the terminated entities are funded with state General Fund dollars, but some receive funds from dedicated sources.

[Note: To calculate the cost savings, the statutory minimum number of meetings was used, or four meetings a year was substituted when the number was not specified in statute. For some committees no meetings were used when there was an indication the entity had not met recently. A cost of \$100 per member was used to stand in for salary per diem, travel, or other reimbursement. Currently, for executive committee meetings, the salary per diem for lay members is \$50 and the travel reimbursement is \$0.40 per mile. State employees receive up to \$97 for lodging.]

Additional Information: The table below summarizes information concerning the boards, task forces, committees, and commissions eliminated in this bill.

Code Site Name Duties	No. of Members	Appointing Authority Chair Appointment	No. of Meetings	Compensation	Staff
IC 4-12-4-16 Indiana Tobacco Use Prevention and Cessation Advisory Board Recommend to the executive committee concerning mission statement and long range plan; criteria for evaluation of grant applications; coordination of public and private efforts concerning reduction and prevention of tobacco usage, other	As many as appointed by the Governor	Governor Executive Director	At least quarterly	Not entitled to salary or reimbursement	
IC 4-12-5-5 Indiana Health Care Account Advisory Board Make recommendations to the governor, the budget agency, and the general assembly concerning the priorities for appropriation and distribution of money from the account.	20	Ex officio; Legislature; Governor Governor	At least quarterly	Traveling and other expenses for nonstate and state employees; General Assembly - salary per diem, mileage, travel	Budget Agency
IC 4-15-1-1 Indiana Personnel Advisory Board Enforces, through the personnel director, the career bipartisan personnel system, and shall have the power to promulgate all rules necessary for the most effective administration of the system.	7	Governor Board Elects	Resolution and call of chair	salary and travel	Personnel Administration Office
IC 4-23-20 Indiana Occupational Information Coordinating Committee Develop, maintain, and operate a comprehensive occupational information system that will meet the common needs for the planning for, and the operation of, programs of employment, training, vocational education, vocational rehabilitation, and economic development agencies.	6	Governor Committee Elects	At least quarterly	No additional compensation	Indiana Employment Security Division
IC 5-2-1-3 Law Enforcement Training Board Advisory Council Assist the members of the board in an advisory, nonvoting capacity.	5	Ex officio; Governor			
IC 9-23-1 Motor Vehicle Sales Advisory Board Advise the Secretary of State in the administration of the article concerning vehicle manufacturers, distributors, and dealers.	8	Governor Ex officio	First month of year, plus call of chair or three members	Expenses and per diem	

Code Site Name Duties	No. of Members	Appointing Authority Chair Appointment	No. of Meetings	Compensation	Staff
IC 9-27-2-12 Operation Lifesaver Advisory Committee Advise the Director of Traffic Safety in matters relating to the promotion and coordination of public education concerning railroad grade crossing safety.	8	Governor			
IC 12-15-42 Medicaid Work Incentives Council Report annually concerning feasibility of employer-sponsored buy-in Medicaid programs and personal care assistance services to individuals participating in a Medicaid buy-in program.	15	Governor; Legislature Governor	At least quarterly	Nonstate employee - salary and travel; state employee - travel; General Assembly - salary per diem, mileage and travel allowance	Office of Medicaid Policy and Planning
IC 14-13-1-22 Indiana State Capitol Health Council Advise and recommend to the commission concerning the development, implementation, and facilitation of programs, projects, and events for participation by the public in the areas of biology, medicine, pharmaceuticals, nutrition, and related areas.	Not more than 20	Governor Governor			
IC 14-13-1-23 Indiana State Capitol Food and Agriculture Council Advise and make recommendations to the Commission concerning the development, implementation, and facilitation of athletic and recreational programs, projects, events, facilities, and related matters	Not more than 20	Governor Governor			
IC 14-13-1-24 Indiana State Capitol Athletic Council Advise and make recommendations to the commission concerning the development, implementation, and facilitation of athletic and recreational programs, projects, events, facilities, and related matters	Not more than 20	Governor Governor			

Code Site Name Duties	No. of Members	Appointing Authority Chair Appointment	No. of Meetings	Compensation	Staff
IC 14-13-1-25 Indiana State Capitol Animal and Wildlife Council Advise and make recommendations to the Commission concerning the development, implementation, and facilitation of programs, projects, and events for participation by the public in the areas of domestic and nondomestic animal science, breeding, and care, veterinary science, animal nutrition, zoological science, animal wildlife study, and related areas	Not more than 20	Governor Governor			
IC 14-20-4 New Harmony Commission Protect the area from environmental degradation and development	9 + 2 nonvoting legislative members	Ex officio; Governor Governor	At least 4 times per year	Nonstate employee - salary and travel; state employee - travel	
IC 15-15-8-9 Indiana Organic Peer Review Panel (1) Adopt standards to be used in reviewing the procedure by which certifying agents certify that the agricultural product was produced or handled in accordance with the regulations adopted under the Organic Foods Production Act. (2) Review all applicants every three years. (3) Prepare and submit a report concerning each applicant to the director. (4) Assist the director in evaluating applications for accreditation from applicants. (5) Establish fees to be paid by an applicant seeking accreditation from the director to certify organic products. The fees established may not exceed the costs of administering this chapter.	9	Governor Panel	Quarterly	No salary per diem; traveling expenses	
IC 16-27-0.5 Home Health Care Services and Hospice Services Council Propose the adoption of rules by the state department under IC 4-22-2 governing the following: (A) Health and sanitation standards necessary to protect the health, safety, security, rights, and welfare of home health care patients and hospice patients. (B) Qualifications of applicants for licenses issued under IC 16-25 and IC 16-27. (2) Recommend to other state agencies or governing bodies rules necessary to protect the health, safety, security, rights, and welfare of home health care patients and hospice patients. (3) Act as an advisory body for the division, state health commissioner, and state department.	16	Governor Governor	At least 4 times per year	Nonstate employee - salary, travel and other expenses; state employee - travel and other expenses	Indiana State Department of Health

Code Site Name Duties	No. of Members	Appointing Authority Chair Appointment	No. of Meetings	Compensation	Staff
IC 27-1-3-30 *Task Force to Review Mandated Benefits and Mandated Benefit Proposals Upon request, assess the social, medical, and financial impacts of at least one mandated benefit or one mandated benefit proposal each year	10	Governor		Nonstate employee - salary, travel and other expenses; state employee - travel and other expenses	Department of Insurance
*The task force in IC 27-1-3-30 expired on December 31, 2010. The bill will remove the task force statute from the Indiana Code.					

Explanation of State Revenues:

Explanation of Local Expenditures: *Summary:* The bill consolidates two separate commissions with a single commission, which potentially could reduce costs. However, if the commissions currently do not meet or have minimal expenditures, changes in the commissions could have minimal fiscal impact or could increase costs with more frequent meetings.

Background & Additional Information:

The combined Lake Michigan Marina and Shoreline Development Commission is to have 24 members, including 16 voting members and 8 nonvoting members. The membership is comprised from among the members of the two predecessor commissions, with certain changes. The following information describes the existing statute concerning the predecessor commissions.

Lake Michigan Marina Development Commission: Under current law, the Lake Michigan Marina Development Commission (LMMDC) consists of 10 members, with 7 voting members (including the executives of Gary, Hammond, East Chicago, Portage, Michigan City, Whiting, a member appointed jointly by the executives of Burns Harbor, Porter, Ogden Dunes, Dune Acres, and Beverly Shores) and 3 nonvoting members (including the president of the Indiana Economic Development Corporation or a designee, the director of the Department of Natural Resources, and the director of Office of Tourism or a designee). The members of the LMMDC are not entitled to receive a per diem, but may be reimbursed for mileage or travel.

The LMMDC studies various plans and recommendations concerning marina development along the strip of land in Indiana abutting Lake Michigan and the tributaries of Lake Michigan (the corridor), prepares a comprehensive plan, recommends state and local legislation for development of marinas, and coordinates the implementation of the plan and legislation. The LMMDC may grant money to local government units for the construction or improvement of marinas that are consistent with the plans, standards, and criteria established by the LMMDC. The LMMDC prepares and adopts an annual budget that is submitted to each county, municipality, or agency appropriating money for use by the LMMDC.

Shoreline Development Commission: The Shoreline Development Commission (SDC) has 24 members,

including the mayors of East Chicago, Gary, Hammond, Michigan City, Portage, and Whiting; 2 representatives of steel companies that own land abutting Lake Michigan; a representative of a company that is not a steel company and that owns land abutting Lake Michigan; a representative of a public utility that owns real property in counties contiguous to Lake Michigan; a representative of the Indiana Department of Environmental Management, the Department of Natural Resources, the Indiana Department of Transportation, Beverly Shores, Burns Harbor, Dune Acres, Ogden Dunes, the Northwest Indiana Advisory Board; the port director of the Port of Indiana-Burns Harbor; a member appointed by the Lieutenant Governor, 2 members of the Indiana House of Representatives, and 2 members of the Indiana Senate.

Members of the SDC who are state employees but not members of the General Assembly are entitled to traveling expense reimbursement; members who are not state employees are entitled to a per diem and traveling expense reimbursement; and members of the SDC who are also members of the General Assembly are entitled to per diem, mileage, and travel allowance, which is paid from appropriations to the Legislative Council or Legislative Services Agency.

The SDC identifies qualifying properties; prepares a comprehensive master plan for development and redevelopment within the corridor, coordinates implementation of the plan, and monitors plan implementation; establishes guidelines for evaluation of applications for grants from the Shoreline Environmental Trust Fund (SETF); refers grants to the executive committee of the SDC for approval; prepares and provides information to political subdivisions on the finance assistance from the SETF; reports annually to the Governor, Lieutenant Governor, Indiana Economic Development Corporation, the Legislative Council, and all concerned political subdivisions. The SDC also employs an executive director and other individuals necessary to carry out its functions. The executive committee of the SDC manages all functions related to the provision of grants and approves the annual budget for the SDC.

History of the Predecessor Commissions: In HEA 1001-2009(ss), the SDC received an appropriation of \$1.0 M per year in FY 2010 and FY 2011 for operating expenses. The SDC has met twice (May 2002 and June 2002) and has not met since.

The LMMDC provided funding for several marinas in the 1980s and 1990s, and it held for several years an appropriation of \$1.2 M for a marina in the city of Gary. Recently, the city of Gary initiated a design of a marina, and the LMMDC provided the \$1.2 M to the city of Gary. The LMMDC then divided the interest earnings of the money among the member communities. The LMMDC has been meeting bimonthly for the last two years.

Explanation of Local Revenues:

State Agencies Affected: Several.

Local Agencies Affected: Lake Michigan Marina Development Commission; Shoreline Development Commission.

Information Sources: Jody Melton, Northwest Indiana Planning Commission; HEA 1001-2009(ss).

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